

# FISCAL NOTE - CAPTION BILL

## HB 147 - SB 1063

May 7, 1999

**CAPTION BILL:** Fiscal note reflects amendment filed to lift bill from House Clerk's desk (#006045).

**SUMMARY OF BILL:** The bill increases the tax levied on the following items as shown below:

<u>Beverage</u>	<u>Current Rate</u>	<u>Proposed Rate</u>
Wine	\$1.10 per gallon	\$5.37 per gallon
Spirits	\$4.00 per gallon	\$19.52 per gallon
Alcohol	\$3.90 per 31 liquid gallons	\$15.90 per 31 liquid gallons

### ESTIMATED FISCAL IMPACT:

**Increase State Revenues - Net Impact - \$93,633,200**

**Increase Local Govt. Revenues - Net Impact - \$20,584,600**

Estimate assumes:

- A 25% decrease in sales of wine, spirits, and other alcoholic beverage products in Tennessee from passage of the bill.
- A decrease in state and local government revenues based on decreased sales tax revenues resulting from fewer in-state sales of wine, spirits, and other alcoholic beverage products.

### CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

**HB 147 - SB 1063**  
**CAPTION BILL**